

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 621 - SB 585

March 9, 2019

SUMMARY OF BILL: Requires contracts for surveying services entered into by certain organizations to meet certain requirements.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact – A precise impact to state and local government expenditures cannot reasonably be determined due to multiple unknown factors.

Assumptions:

- The proposed legislation applies to contracts procured by local governments, development districts, utility districts, human resource agencies, and the state.
- Under current law, Tenn. Code Ann. § 12-4-107, such entities are required to follow certain procedures when procuring contracts for architectural and engineering services and determine a fair and reasonable price based on negotiations with firms deemed to be qualified to perform the services required.
- The proposed legislation will require surveying services to be procured in the same manner as architectural and engineering services.
- Due to multiple unknown factors such as how many contracts currently procured for architectural and engineering services include surveying services, how many instances which an applicable entity will require surveying services apart from architectural or engineering services, if procurement of surveying services under the proposed language will result in a decrease in state and local expenditures due to lower rates of service being procured, or if it will result in an increase in expenditures due to higher rates of service, and the extent and timing of any decrease or increase in expenditures, a precise impact to state and local government cannot reasonably be determined.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner".

Krista Lee Carsner, Executive Director

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